

REGISTERED COMPANY NUMBER: 08236220 (England and Wales)
REGISTERED CHARITY NUMBER: 1154143
SC045615 (Scotland)

**Report of the Trustees and
Audited Financial Statements
for the Year Ended 31 October 2022
for
Dementia Research UK
(A Company Limited by Guarantee)**

Dementia Research UK

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for the year ended 31 October 2022**

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Dementia Research UK

**Reference and Administrative Details
for the year ended 31 October 2022**

Trustees	Mrs M Evans Ms W P Laybourn Ms T Thompson Ms L Bechelet
Company secretary	Ms W P Laybourn
Registered office	207 Regent Street London W1B 3HH
Registered company number	08236220 (England and Wales) SC045615 (Scotland)
Registered charity number	1154143
Auditors	Haines Watts Chartered Accountants and Statutory Auditor 178 Buckingham Avenue Slough Berkshire SL1 4RD
Bankers	Unity Trust Bank 4 Brindley Place Birmingham B1 2JB
Solicitors	Bates Wells 10 Queen Street Place London EC4R 1BE

Dementia Research UK
Report of the Trustees
for the year ended 31 October 2022

The trustees (who are also directors for the purposes of the Companies Act 2006) present their report with the financial statements of the charity for the year ended 31 October 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

Structure, governance and management

a. Constitution

The company is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association on 2 October 2012.

The company is constituted under a Memorandum of Association dated 2 October 2012 and is registered with the Charity Commission number 1154143 and Scottish Charity Regulator SC045615.

b. Method of appointment or election of trustees

The management of the company is the responsibility of the trustees who are elected and co-opted under the terms of the Articles of Association.

The trustees who served during the period were as follows:

Trustee

Margaret Evans (resigned 31/12/2022)
Wendy Laybourn
Tracey Thompson
Laura Bechelet

Objectives and activities

a. Policies and objectives

The Memorandum and Articles of Association defines the objectives of the charity:

To protect and promote the health of the public in particular by research into the nature, causes, diagnosis, prevention, treatment and care of all forms of dementia, including the development of findings of research into the practical applications for the prevention and treatment of dementia and care of those suffering from dementia and in furtherance of that primary object, to provide information and raise public awareness and understanding of such matters.

b. Activities for achieving objectives

The charity carries out these objectives by funding research related to the treatment and cure of dementia and related diseases. The research funded is both pure and applied. Pure research has the ultimate aim of eradicating the disease while applied research is aimed at improving the lives of those living with dementia and their carers.

c. Public benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities.

Achievements and performance

a. Going concern

After making appropriate enquiries, the trustees have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies below.

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Report of the Trustees
for the year ended 31 October 2022

b. Review of activities

In the financial year ending 31st October 2022, incoming resources totalled £597,701 (2021 - £691,267) resulting from voluntary donations, legacies, and gift aid. Fundraising expenses totalled £144,575 (2021 - £160,374) providing a surplus of £453,126 before governance costs of £31,303. A total of £354,021 was allocated to charitable activities (grants £282,500) giving rise to a surplus for the year of £67,802. Adding this surplus to unrestricted funds brought forward of £237,405 provides the balance of unrestricted funds carried forward totalling £305,207.

The charity's grant-giving programme

The charity raises funds for research projects across the dementia community in all regions of the UK. The charity's funding covers every type of dementia, rather than any individual disease. Consequently, the income raised by the charity can be allocated across a wide range of research projects in the dementia community where the charity's intention is to make a positive impact on as many people as possible who are living with any form of dementia, together with their families and carers.

In funding research, the charity recognises the need to undertake pure research with the aim of alleviating and eventually eradicating the disease, but it also recognises the needs of those suffering from dementia and the research needed to improve the quality of their lives. Applied research, undertaken to help those on their dementia journey, is centred on care and compassion. This type of research examines patterns of care in order to meet appropriate and ever-changing needs together with the use of relevant, up-to-date assistive technology.

Recent statistics now place dementia among the leading causes of death in the UK and the provision of end-of-life care is a high priority for all concerned. The extent, availability and cost effectiveness of such care is an unavoidable field for dementia research in the UK.

The charity's grant-giving programme currently supports large-scale dementia research projects within universities and hospitals, looking into new ways of diagnosing and treating dementia and into the availability of end-of-life care for people with dementia. The charity also provides funds to regional centres across the UK which deliver services and support directly to people with dementia, while carrying out research with those who use their services to further identify new forms of support.

The charity is very specific in its identification of potential grant recipients. Currently, applications for grants are not actively sought. The charity carries out detailed research to identify organisations operating in the relevant fields of pure and applied research, which adhere most closely to the charity's objectives.

The primary beneficiaries for the charity are those organisations which receive grants from the charity. Secondary beneficiaries are those who benefit from the research and services provided by the grant recipients, i.e., people with dementia, their families and carers and the health professionals who support them.

Pure research

The Dementia Research Centre at The National Hospital for Neurology and Neurosurgery has been the principal recipient of the charity's grants for pure research. The work of the Research Centre, situated within University College London, focuses on identifying the disease processes that cause dementia, with a view to understanding the factors that influence those processes in order to find ways to improve diagnosis and treatment. A grant of £100,000 has been awarded for this year (2021 - £100,000).

Applied research

Applied research grants are made in recognition of the fact that significant improvements in quality of life can be achieved when people with dementia are seen as having a number of partially remediable disabilities, rather than an ill-defined mix of irreversible cerebral incompetencies that is so often assumed. A number of Dementia Services Development Centres (DSDCs) have been established which promote this concept. The DSDC was originally developed at Stirling University with the help of the Dementia Services Development Trust (DSDT) and the charity has continued to award grants to this university to support DSDCs in Scotland and Northern Ireland (Belfast), together with a grant to Bangor University to support the DSDC in Wales. Grants of £10,000 were made to each location (2021 - £5,000) and these will continue. A smaller grant of £2,500 was awarded to Stirling's DSDT. The DSDC in England, Trent Dementia, has been awarded an annual grant amounting to £40,000 in 2022 (2021 - £30,000), rising to £50,000 in 2023.

Dementia Research UK
Report of the Trustees
for the year ended 31 October 2022

b. Review of activities continued

The DSDCs tend to be active in the provision of services, advice, social and practical support and events. Peer support groups have also been developed for people living with dementia together with their families and carers. Research is also centred on the needs of people with dementia, the results of which are used to develop new and innovative services. Through their research and ongoing conversations with people with dementia, their families and carers, the DSDCs are well-positioned to uncover areas of unmet need. The charity's role in supporting the DSDC network enables the charity to help improve the day to day lives of people with dementia and to identify the services and support they may need in the future.

The Research Institute for the Care of Older People (RICE) is an internationally renowned dementia research and treatment centre located at the Royal United Hospital in Bath. RICE is an independent organisation which delivers essential research into dementia and provides support for people living with dementia. Although RICE's research focus is primarily on dementia, the Institute also investigates other chronic conditions of older age in order to understand their connections to dementia and the increasingly complex needs of a growing, ageing population. A grant of £10,000 was awarded to RICE in 2022 (2001 - £5,000).

End-of-life care

Dementia is among the leading causes of death in the UK but the extent and availability of end-of-life care for dementia patients is variable and inconsistent. The imprecise boundaries of health and social care can be perplexing to patients, carers and their families when seeking help at critical times. The funding of end-of-life care can also vary between regions and health care providers, adding to an already confused picture. The Cicely Saunders Institute based at Kings College London is a centre for research into the provision of end-of-life care in the UK. A grant of £100,000 has been awarded to the Institute (2021 - £100,000) to assess the cost and availability of end-of-life care for dementia patients, together with the potential for improving access to such care throughout the UK.

Potential new grant recipients

The charity's grant-making programme is under continuous review to consider new and potential grant recipients with similar objectives to those of the charity, in particular through conducting pure or applied research. This provides opportunities for the charity to extend its grant-making impact into new areas of dementia research or into new regions of the UK. The charity will continue to approach selected organisations in 2023 and beyond and to maximise the value of its funding as far as possible.

Operational priorities for the charity

Throughout 2022 the charity continued to work on the priorities it had established in its 2020 growth plan, designed to enhance the charity's operational efficiencies, its relationships, and its communications with donors, prospects, beneficiaries, and stakeholders.

The priority projects during 2022 were the ongoing development of the charity's donor database and the charity's new website. The database is designed to provide enhanced functionality and analysis capabilities and to simplify the integration of further technology in the future. The key objectives of the new website are to showcase more detailed information about the impact of the charity and the scope of its grant-giving programme, whilst also providing users with access to expert resources about dementia in order to support the charity's stated objective, i.e., to provide information and raise public awareness and understanding of dementia. The charity will also benefit from enhanced user analytics helping to direct future content and functionality. The next development phase of the website project sets out the priorities for new web pages, new income streams and new user engagement capabilities during 2023. The new website was launched in January 2023.

Fundraising initiatives

In a bid to identify ways of increasing returns on its fundraising expenditure, the charity implemented new test campaigns in 2022. The first of these included the launch of the charity's first incentive mailing pack. A campaign was developed for a promotional pack including a branded tote bag, together with a fundraising letter and flyer. Detailed analysis was conducted to identify suitable target segments for the pack in selected locations. New suppliers were engaged for the campaign, together with a new distribution channel, to test their efficiencies and cost effectiveness. The pack was launched in early 2023. Further test fundraising campaigns are planned.

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Report of the Trustees
for the year ended 31 October 2022

The charity is using the results of test mailings to inform its fundraising campaigns for 2023 and beyond in order to maximise the return on fundraising investment.

Donor communication

Further work was also carried out in 2022 on adapting the charity's processes in line with changing priorities and internal resources, focusing on directing incoming donor communications and other enquiries to a central point of contact, to ensure speed and consistency of response. As well as supporting the charity's donor retention strategy, this project has also enabled the charity to streamline its activities and create the flexibility to pursue new opportunities and fundraising objectives.

The charity's funding commitment

Although the charity's operation is inevitably increasing in complexity and cost as a result of its growth plan, the trustees will endeavour to continue with the charity's commitment to allocate at least 50% of its income to charitable activities. The charity will also continue to ensure that external resource is used only in exceptional circumstances where the service provided is essential to the charity's ongoing operation and is delivered as cost effectively as possible.

Financial review and future plans

The trustees are satisfied with the financial position at the year ended 31st October 2022 and the financial performance described above.

a. Reserves policy

The trustees review the charity's reserves regularly in order to ensure that the charity is in a position to meet all its current and anticipated future commitments. Reserves are defined as that part of a charity's unrestricted funds that is freely available to spend on any of the charity's purposes. As a matter of policy, reserves are held in order to cover six months of anticipated expenditure whenever possible.

As of 31st October 2022, reserves of £305,000 were held representing approximately six months of anticipated expenditure in the year ahead. In comparison, at 31st October 2021 reserves of £237,000 were held representing five months of actual expenditure totalling £530,000 in the year under review.

The charity does not award grants for a period greater than twelve months and it only awards grants which are covered by available reserves. The minimum level of reserves that the charity requires to meet its commitments and continue trading in any twelve month period is estimated at £100,000.

b. Plans for the future

A key area of activity for the charity in 2022 was the creation of a new fundraising strategy designed to bring together a number of other key initiatives from the growth plan. 2023 will see the roll-out of priority actions from that strategy. The main elements of the new strategy include the development of new forms of communication with prospective donors and grant recipients. The strategy sets out the intention to find new donors via new targeting, new campaigns and new fundraising channels in addition to increased collaboration with grant recipients. The strategy sets out how the charity intends to build on its relationships with its grant recipients via new content collaborations for the website together with new joint promotional and other fundraising activities.

The charity continues to ensure that the growth projects it pursues are realistic, sustainable, and have maximum impact at minimum cost, whilst ensuring that ongoing fundraising activity and the income that fundraising generates, is not disrupted. The trustees do not anticipate any significant change to the cost of external resources required to support the current activities of the charity. All the growth projects are managed in-house, with external resources only being brought in where it is critical to the success of the project. Any additional resource required to support the charity's new fundraising strategy will be kept to a minimum and will be subject to careful tendering and review processes.

All the necessary insurances and legal obligations to support the charity's current activities are in place, and the charity has conducted a full risk analysis of its operation. Any new requirements for the new projects have been considered and will be put in place as the relevant projects are implemented.

Dementia Research UK
Report of the Trustees
for the year ended 31 October 2022

Small company provisions

In preparing this report, the trustees have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

Structure, governance and management
Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Events since the end of the year

Information relating to events since the end of the year is given in the notes to the financial statements.

Statement of trustees' responsibilities

The trustees (who are also the directors of Dementia Research UK for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Auditors

The auditors, Haines Watts, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 19th July 2023 and signed on its behalf by:



Ms W P Laybourn - Secretary

Report of the Independent Auditors to the Trustees of Dementia Research UK

Opinion

We have audited the financial statements of Dementia Research UK (the 'charitable company') for the year ended 31 October 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 October 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Report of the Independent Auditors to the Trustees of Dementia Research UK

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We gained an understanding of the legal and regulatory framework applicable to the company and the industry in which it operates, and considered the risk of acts by the company that were contrary to applicable laws and regulations, including fraud. We discussed with the directors the policies and procedures in place regarding compliance with laws and regulations. We discussed amongst the audit team the identified laws and regulations, and remained alert to any indications of non-compliance.

During the audit we focussed on laws and regulations which could reasonably be expected to give rise to a material misstatement in the financial statements, including, but not limited to, the Companies Act 2006 and Charities Act 2011.

Our procedures in relation to fraud, included but were not limited to: enquiring of management whether they have any knowledge of any actual, suspected or alleged fraud, and discussions amongst the audit team regarding risk of fraud such as opportunities for fraudulent manipulation of financial statements; review of meeting minutes; and using analytical procedures to identify any unusual or unexpected relationships. We also addressed the risk of management override of internal controls, including testing journals and evaluating whether there was evidence of bias by the directors that represented a risk of material misstatement due to fraud. Our tests included agreeing the financial statement disclosures to underlying supporting documentation.

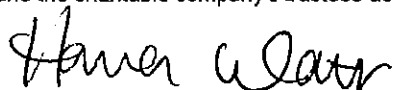
Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

**Report of the Independent Auditors to the Trustees of
Dementia Research UK**

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Haines Watts
Chartered Accountants and Statutory Auditor
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
178 Buckingham Avenue
Slough
Berkshire
SL1 4RD

Date: 27/7/23

Dementia Research UK
Statement of Financial Activities
for the year ended 31 October 2022

		2022 Unrestricted fund £	2021 Total funds £
	Notes		
Income and endowments from			
Donations and legacies	2	<u>597,701</u>	<u>691,267</u>
 Expenditure on			
Raising funds	3	144,575	160,374
 Charitable activities	4		
Governance costs		31,303	18,587
Charitable activities		<u>354,021</u>	<u>284,946</u>
 Total		<u>529,899</u>	<u>463,907</u>
 NET INCOME		67,802	227,360
 Reconciliation of funds			
Total funds brought forward		<u>237,405</u>	<u>10,045</u>
 Total funds carried forward		<u>305,207</u>	<u>237,405</u>

The notes form part of these financial statements

Dementia Research UK

**Balance Sheet
31 October 2022**

		2022 Unrestricted fund £	2021 Total funds £
Current assets	Notes		
Debtors	10	35,806	26,120
Cash in hand		<u>324,602</u>	<u>237,793</u>
		360,408	263,913
Creditors			
Amounts falling due within one year	11	(55,201)	(26,508)
		<u>305,207</u>	<u>237,405</u>
Net current assets			
		<u>305,207</u>	<u>237,405</u>
Total assets less current liabilities		305,207	237,405
		<u>305,207</u>	<u>237,405</u>
NET ASSETS			
		<u>305,207</u>	<u>237,405</u>
Funds	12		
Unrestricted funds		<u>305,207</u>	<u>237,405</u>
Total funds		<u>305,207</u>	<u>237,405</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 October 2022.

The members have not deposited notice, pursuant to Section 476 of the Companies Act 2006 requiring an audit of these financial statements.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been audited under the requirements of Section 145 of the Charities Act 2011.

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 19th July 2023 and were signed on its behalf by:



W P Laybourn - Trustee

The notes form part of these financial statements

Dementia Research UK
Cash Flow Statement
for the year ended 31 October 2022

		2022	2021
	Notes	£	£
Cash flows from operating activities			
Cash generated from operations	15	<u>86,809</u>	<u>211,025</u>
Net cash provided by operating activities		<u>86,809</u>	<u>211,025</u>
Change in cash and cash equivalents in the reporting period		86,809	211,025
Cash and cash equivalents at the beginning of the reporting period		<u>237,793</u>	<u>26,768</u>
Cash and cash equivalents at the end of the reporting period		<u>324,602</u>	<u>237,793</u>

The notes form part of these financial statements

**Notes to the Financial Statements
for the year ended 31 October 2022**

1. Accounting policies

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Going concern

The financial statements have been prepared on a going concern basis, which assumes that the company will continue in operational existence for the foreseeable future which the trustees believe to be appropriate.

The charity continues to be able to reassure its donors, beneficiaries and stakeholders that the activity at the core of its fundraising is stable and sustainable, and that it is well placed to meet its objectives and to support its beneficiaries.

Company Status

The company is a company limited by guarantee. The members of the company are the Trustees named on page 1. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Financial Instruments

Financial assets and financial liabilities are recognised in the balance sheet when the company becomes a party to the contractual provisions of the instrument.

Trade and other debtors and creditors are classified as basic financial instruments and measured at initial recognition at transaction price. Debtors and creditors are subsequently measured at amortised cost using the effective interest rate method. A provision is established when there is objective evidence that the company will not be able to collect all amounts due.

Cash and cash equivalents are classified as basic financial instruments and comprise cash in hand and at bank which are an integral part of the company's cash management.

Dementia Research UK

**Notes to the Financial Statements - continued
for the year ended 31 October 2022**

1. Accounting policies - continued

Financial Instruments

Financial liabilities and equity instruments issued by the company are classified in accordance with the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs.

2. Donations and legacies

	2022	2021
	£	£
Donations	291,905	231,053
Legacies	<u>305,796</u>	<u>460,214</u>
	<u>597,701</u>	<u>691,267</u>

3. Raising funds

Raising donations and legacies

	2022	2021
	£	£
Direct mail costs	<u>144,575</u>	<u>160,374</u>

4. Charitable activities costs

	Direct Costs (see note 5) £	Grant funding of activities (see note 6) £	Support costs (see note 7) £	Totals £
Governance costs	-	-	31,303	31,303
Charitable activities	<u>19,358</u>	<u>282,500</u>	<u>52,163</u>	<u>354,021</u>
	<u>19,358</u>	<u>282,500</u>	<u>83,466</u>	<u>385,324</u>

5. Direct costs of charitable activities

	2022	2021
	£	£
Sundries	3,294	3,377
Education	<u>16,064</u>	<u>17,819</u>
	<u>19,358</u>	<u>21,196</u>

Dementia Research UK

**Notes to the Financial Statements - continued
for the year ended 31 October 2022**

6. Grants payable

	2022 £	2021 £
Charitable activities	<u>282,500</u>	<u>230,000</u>

The total grants paid to institutions during the year was as follows:

	2022 £	2021 £
Grants to institutions	<u>282,500</u>	<u>230,000</u>

7. Support costs

	Finance £	Other £	Governance costs £	Totals £
Governance costs	-	-	31,303	31,303
Charitable activities	<u>2,258</u>	<u>49,905</u>	<u>-</u>	<u>52,163</u>
	<u>2,258</u>	<u>49,905</u>	<u>31,303</u>	<u>83,466</u>

8. Auditors' remuneration

	2022 £	2021 £
Fees payable to the charity's auditors for the audit of the charity's financial statements	<u>7,500</u>	<u>5,000</u>

9. Trustees' remuneration and benefits

There were no trustees' remuneration or other benefits for the year ended 31 October 2022 nor for the year ended 31 October 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 October 2022 nor for the year ended 31 October 2021.

10. Debtors: amounts falling due within one year

	2022 £	2021 £
Other debtors	<u>35,806</u>	<u>26,120</u>

Dementia Research UK

Notes to the Financial Statements - continued
for the year ended 31 October 2022

11. Creditors: amounts falling due within one year

	2022 £	2021 £
Trade creditors	<u>55,201</u>	<u>26,508</u>

12. Movement in funds

	At 1/11/21 £	Net movement in funds £	At 31/10/22 £
Unrestricted funds			
General fund	237,405	67,802	305,207
TOTAL FUNDS	<u>237,405</u>	<u>67,802</u>	<u>305,207</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	597,701	(529,899)	67,802
TOTAL FUNDS	<u>597,701</u>	<u>(529,899)</u>	<u>67,802</u>

Comparatives for movement in funds

	At 1/11/20 £	Net movement in funds £	At 31/10/21 £
Unrestricted funds			
General fund	10,045	227,360	237,405
TOTAL FUNDS	<u>10,045</u>	<u>227,360</u>	<u>237,405</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	691,267	(463,907)	227,360
TOTAL FUNDS	<u>691,267</u>	<u>(463,907)</u>	<u>227,360</u>

Dementia Research UK

Notes to the Financial Statements - continued
for the year ended 31 October 2022

12. Movement in funds - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/11/20 £	Net movement in funds £	At 31/10/22 £
Unrestricted funds			
General fund	10,045	295,162	305,207
TOTAL FUNDS	<u>10,045</u>	<u>295,162</u>	<u>305,207</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,288,968	(993,806)	295,162
TOTAL FUNDS	<u>1,288,968</u>	<u>(993,806)</u>	<u>295,162</u>

13. Related party disclosures

There were no related party transactions for the year ended 31 October 2022. There were no donations received from trustees.

14. Post balance sheet events

After the date of this report Dementia Research Trading Limited a related entity was incorporated to support the charities activities.

15. Reconciliation of net income to net cash flow from operating activities

	2022 £	2021 £
Net Income for the reporting period (as per the Statement of Financial Activities)	67,802	227,360
Adjustments for:		
Increase in debtors	(9,686)	(8,275)
Increase/(decrease) in creditors	<u>28,693</u>	<u>(8,060)</u>
Net cash provided by operations	<u>86,809</u>	<u>211,025</u>

16. Analysis of changes in net funds

	At 1/11/21 £	Cash flow £	At 31/10/22 £
Net cash			
Cash at bank and in hand	<u>237,793</u>	<u>86,809</u>	<u>324,602</u>
	<u>237,793</u>	<u>86,809</u>	<u>324,602</u>

Dementia Research UK

Notes to the Financial Statements - continued
for the year ended 31 October 2022

16.	Analysis of changes in net funds - continued			
	Total	<u>237,793</u>	<u>86,809</u>	<u>324,602</u>

17. Controlling party

The trustees make up the membership of the charitable company. There is no overall controlling party.